## GOVERNMENT OF ANDHRA PRADESH <u>ABSTRACT</u>

Andhra Pradesh Khadi and Village Industries Board- Ratification of the action of the Andhra Pradesh Khadi and Village Industries Board (APKVIB), Hyderabad in having continued Khadi –n-Crafts (Knc), for doing wholesale business/ bulk supplies even after issue of orders in G.O.Rt.No.104, Industries and Commerce (Tex) Department, dated 07-02-2005 to wind up Khadi-n-Crafts in toto - Orders – Issued.

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## INDUSTRIES AND COMMERCE (TEX) DEPARTMENT

G.O.Rt.No. 387

Dated 19-06-2010 Read the following:-

- 1. G.O.Rt.No.104, Industries and Commerce (Tex) Department, dated 07-02-2005.
- 2. From the Chief Executive Officer, Andhra Pradesh Khadi and Village Industries Board, Hyderabad, Proceedings No.1/Knc/Winding up-Wholesale Business/2010, dated 21-04-2010.
- 3. From the Chief Executive Officer, Andhra Pradesh Khadi and Village Industries Board, Hyderabad, Lr.No.1/KNC/Wholesale/Ratification/2010, dated 22-04-2010.

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## O R D E R:-

In the reference 1<sup>st</sup> read above, orders were issued permitting the Chief Executive Officer, Andhra Pradesh Khadi and Village Industries Board, Hyderabad to absorb the employees of Khadi-n-Crafts on the rolls of the Board against the existing vacancies in suitable post of lower cadre of Attenders / L.D.C. / Typists / Junior Inspectors based on the qualification and merits of the individuals, subject to condition that after absorption of (18) employees into the vacant posts of Andhra Pradesh Khadi and Village Industries Board its off-shoot, the Khadi-n-Crafts should be wound up in toto, as it is proved to be unviable with its non-feasible marketing activity. The Chief Executive Officer, Andhra Pradesh Khadi and Village Industries Board, Hyderabad was requested to take necessary action accordingly.

- 2. In the reference 2<sup>nd</sup> read above, orders were issued winding up wholesale business of Khadi-n-Crafts in toto.
- 3. In the reference 3<sup>rd</sup> read above, the Chief Executive Officer, Andhra Pradesh Khadi and Village Industries Board, Hyderabad has stated that in the resolution, dated 23-03-2006, the Board resolved to close retail sales of Khadi-n-Crafts with effect from 01-04-2006 and based on that resolution to close only retail sales and in the process of handling the orders of various Government Departments under purchase preference, wholesale business was continued without specific permission from the Government to do so. Khadi-n-Crafts, however, did the business, earned trade discounts and repaid an amount of Rs.66.65 lakhs to Khadi and Village Industries Commission in February 2009 and is still due to pay an amount of Rs.100.00 lakhs.
- 4. The Chief Executive Officer, Andhra Pradesh Khadi and Village Industries Board, Hyderabad has further stated that while so, as the Khadi-n-Crafts is doing wholesale business without proper permission of the Government even after the permission of the Government for its closure in toto and absorption of KnC employees into the Board, Government was requested to permit KnC to do the business of wholesale supply of items to Government Department and also to recognize Andhra Pradesh Khadi and Village Industries Board, as a nodal agency for supply of furniture requirements to Government Departments etc. The Chief Executive Officer, APKVIB, Hyderabad has requested the Government to ratify the action of the Andhra Pradesh Khadi and Village Industries Board (APKVIB), Hyderabad in continuing Khadi-n-Crafts for doing wholesale business/bulk supplies, since Khadi –n- Crafts is closed in its entirety.

- 5. After careful examination, Government have decided to ratify the action of the Andhra Pradesh Khadi and Village Industries Board (APKVIB), Hyderabad in having continued Khadi –n-Crafts (Knc), for doing wholesale business/ bulk supplies even after Government permission to close the K-n-C in toto. Accordingly, Government hereby ratify the action of the Andhra Pradesh Khadi and Village Industries Board (APKVIB), Hyderabad in having continued Khadi –n-Crafts (Knc), for doing wholesale business/ bulk supplies even after Government permission to close the K-n-C in toto issued in the reference first read above.
- 6. The Chief Executive Officer, Andhra Pradesh Khadi and Village Industries Board, Hyderabad shall take necessary action in the matter accordingly.
- 7. This order issues with the concurrence of Finance (Exp.I&C) Department, vide their U.O.No.14194/205/Exp.I&C/2010, dated 25-05-2010

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA RPADESH)

## J.C.SHARMA, PRINCIPAL SECRETARY TO GOVERNMENT (F.P.)

To

The Chief Executive Officer,

Andhra Pradesh Khadi and Village Industries Board, Hyderabad.

The Commissioner of Industries, A.P. Hyderabad.

The Accountant General, Andhra Pradesh, Hyderabad.

The Pay and Accounts Officer, Hyderabad.

The State Director,

Khadi and Village Industries Commission,

Gandhi Bhavan, M.J.Road, Nampally, Hyderabad.

Copy to the Finance (Exp.I&C) Department.

Copy to Stock File/Spare Copy.

// FORWARDED BY: ORDER//

SECTION OFFICER.